

## A BILL

FOR AN ACT AMENDATORY AND ADDITIONAL TO CHAPTER VI, TITLE IX OF  
THE CODE OF 1873, IN RELATION TO MUTUAL BUILDING ASSOCIATIONS.

*Be it enacted by the General Assembly of the State of Iowa:*

SECTION 1. That associations heretofore organized and those that may hereafter be organized under the general incorporation law of Iowa, and chapter VI, title IX of the Code of 1873 shall have the additional authority conferred by and be subject to the limitations and restrictions of this act.

SEC. 2. Said building associations shall loan only to its members and on unencumbered real estate, or stock of the association ; *provided*, that where there is more than one association in the same place, it may loan to any person and receive as collateral the stock of the other association.

SEC. 3. Every holder of one or more shares either for himself or as guardian or trustee, shall be entitled to one vote, and no more, at all meetings of the shareholders of the association, and no vote shall be allowed by proxy.

SEC. 4. The by-laws may provide for the involuntary cancellation before maturity of the stock in any series not borrowed on ; *provided*, such cancellation shall be pro rate among the shares of the same series of stock and ; *provided, further*, that the amount paid, less any fines and proportionate shares of any unadjusted loss, and not less than six per cent per annum interest shall be credited and allowed such share so cancelled.

SEC. 5. Any shareholder may withdraw from the association any and all shares held by him upon giving one month's notice in writing to the board of directors, who shall repay to such shareholder, if withdrawn within two years of the date of the issue of such stock, the sum actually paid in by him as dues during that time, and if withdrawn after two years elapsed since the date of the issue, shall receive interest on the amount paid in as dues, at a rate of not less than six per cent per annum for the average time dues have been paid ; *provided*, if there be any fines due from said shareholder, the sum shall be deducted from said payment, also a proportionate share of any unadjusted loss.

SEC. 6. Such associations may provide by their by-laws a minimum premium below which no bid shall be received for a loan.